

tate of Utah

DIVISION OF STATE LANDS AND FORESTRY

Norman H. Bangerter Governor Dee C. Hansen **Executive Director** Richard J. Mitchell Division Director

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DIVISION OF OIL GAS & MINING

February 4, 1992

M/047/010

American Gilsonite Co. Attn: Mr. Terry Tilley Bonanza, UT 84008

Dear Mr. Tilley:

RE: ML 31934--Gilsonite

I am enclosing a copy of the comments received from the Resource Development Coordinating Committee regarding the proposed I-30 Gilsonite mine on state lands under lease ML 31934. I understand that you have completed a cultural resources survey upon the lands and that no significant archaeological sites were identified.

You may proceed with proposed mining operations upon first finalizing your mine permit from the State Division of Oil, Gas, and Mining.

I am enclosing the form to be utilized in reporting gilsonite production and royalty payments upon the leasehold. Please ensure the timely remittance of reports and payments in order to avoid penalty. Also, please keep an accurate map of underground working and maintain detailed production and sales records.

All records pertaining to the mine will be subject to audit by the state.

Sincerely,

T. BLAKE

MINERAL RESOURCES SPECIALIST

+ BIL

JTB/tdw

cc: Wayne Hedberg Lisa Schnieder